<u>LEASE AGREEMENT</u> <u>BETWEEN</u> <u>MONTGOMERY COUNTY, MARYLAND</u> <u>AND</u>

HISPANIC CHAMBER OF COMMERCE OF MONTGOMERY COUNTY

12/0H/03

TABLE OF CONTENTS

Paragraph

- 1. Premises
- 2. Term
- 3. Early Termination
- 4. Consideration
- 5. Use of Premises
- 6. Assignment and Subleasing
- 7. Condition of Premises
- 8. Alterations and Improvements
- 9. Liens
- 10. Services and Operating Expenses
- 11. Fixtures and Equipment
- 12. Liability, Property Damage and Fire Insurance
- 13. Hold Harmless
- 14. Responsibilities of Tenant
- 15. Destruction of Premises
- 16. Default
- 17. Eminent Domain
- 18, Access
- 19. Surrender of Possession
- 20. Holdover
- 21. Notice of Accidents, Defects or Damages
- 22. Compliance with Laws
- 23. Benefit and Burden
- 24. Disputes
- 25. Waiver of Trial by Jury
- 26. Waiver
- 27. Non-Discrimination
- 28. Contract Solicitation
- 29. Public Employment
- 30. Mailing Notices
- 31. Resident Agent
- 32. Prohibition of Hazardous Substances
- 33. Non-Appropriation
- 34. Termination for the Convenience of the Government
- 35. Tenant's Right to Terminate

Exhibit A - Leased Premises

LEASE AGREEMENT

THIS LEASE AGREEMENT (hereinafter referred to as "Lease"), made this <u>ou</u> day of <u>December</u>, 2003, by and between MONTGOMERY COUNTY, MARYLAND, 101 Monroe Street, Rockville, Maryland 20850, a body corporate and politic and a political subdivision of the State of Maryland (hereinafter referred to as "the County") and Hispanic Chamber of Commerce of Montgomery County (hereinafter referred to as "Tenant"), (the County and the Tenant, together the "Parties").

WITNESSETH:

In consideration of the covenants hereinafter contained, and for other good and valuable consideration as hereinafter provided, the Parties hereto mutually agree as follows:

- 1. <u>PREMISES</u>: The County does hereby lease and demise unto Tenant and Tenant hereby leases from the County the Leased Premises known as 150 Maryland Ave., Rockville, Maryland, hereinafter referred to as the "Leased Premises". The Leased Premises shall include the building, walkways, parking area, driveway and land contiguous to the building, as outlined in red on Exhibit "A" attached hereto and made a part hereof.
- 2. <u>TERM</u>: The term hereby created shall be for one (1) year, commencing December 05, 2003 and expiring at midnight on December 04, 2004, subject to the provisions of Section 3 herein and unless sooner terminated.
- 3. <u>EARLY TERMINATION</u>: The County shall have the right to terminate this Lease upon thirty (30) days written notice to the Tenant and to recover possession if, in the sole judgement of the County, the Tenant is not maintaining the Leased Premises as required under this Lease. The County will not unreasonably exercise this right.
- 4. <u>CONSIDERATION</u>: In consideration for the rights and obligations provided for herein by and among the Parties hereto, it shall be the Tenant's obligation to keep the Leased Premises in neat and habitable condition, and to maintain them in a good state of repair. The County does hereby lease the Leased Premises to the Tenant for the monetary consideration of ten dollars per year (\$10.00), payable within 30 days of the commencement of the term, and for other consideration as stated herein.

- 5. <u>USE OF PREMISES</u>: Tenant covenants and agrees that said Leased Premises shall be used and occupied by the Tenant as general offices and for no other purpose. Tenant shall have the right to occupy and use the Leased Premises 24 hours a day, seven days a week.
- 6. <u>ASSIGNMENT</u>: Tenant shall not be entitled to and shall not assign this Lease. However, the Tenant shall be entitled to and shall be allowed to sublease a portion of the Leased Premises to the Hispanic Business Foundation of Maryland Inc., and only this entity.
- 7. <u>CONDITION OF PREMISES</u>: Tenant accepts the Leased Premises in "as is" condition. Tenant agrees to maintain the Leased Premises in good condition and state of repair and free of clutter throughout the term of this Agreement. Tenant is responsible for any damage to the structure, grounds or contents of the building belonging to County due to the willful or negligent acts of Tenant, Tenant's employees, patrons, guests, invitees or agents. In the event of such damage, Tenant shall make the necessary repairs or replacement to the satisfaction of the County. Tenant acknowledges and agrees that at the end of the Lease agreement, the Leased Premises shall be returned to the County in the same condition, as they were when Tenant accepted the Leased Premises reasonable wear and tear excepted.

8. <u>ALTERATIONS AND IMPROVEMENTS:</u>

- A. Tenant shall not undertake any alterations, changes or improvements to the Leased Premises without the prior written consent of the County. Once County's consent has been obtained, Tenant shall be responsible for the acquisition of any and all necessary permits and for the observance of all building and zoning ordinances and regulations then in effect. Failure to adhere to any previously approved plans; applicable ordinances or regulations shall be deemed to be a breach of this Lease.
- B. <u>County's Approval and Inspection</u>: In order to secure County's approval of any alterations or improvements, Tenant shall submit to County plans and specifications clearly setting forth the work to be performed. County shall respond in writing within 45 days from receipt of plans and specifications. County shall inspect the Leased Premises upon completion of the work to determine adherence to submitted specifications and compliance with applicable codes and regulations. In the event that the completed work is not satisfactory to County, Tenant shall undertake any necessary corrections, at Tenant's risk and expense.

- Premises shall be encumbered by any lien, including mechanic's liens. Tenant expressly covenants and agrees that it will, during the term hereof, within 60 days after the filing thereof, promptly remove or release, by the posting of a bond or otherwise, as required or permitted by law, any lien attached to or upon the Leased Premises or any portion thereof by reason of or any act or omission on the part of Tenant, and hereby expressly agrees to save and hold harmless the County from and against any such lien or claim of lien. In the event any such lien does attach, or any claim of lien is made against said Premises, and shall not be thus released within said sixty (60) day period, County, in its sole discretion (but nothing herein contained shall be construed as requiring it so to do), may pay and discharge the said lien and relieve the said Premises from any such lien, and Tenant agrees to pay and reimburse County upon demand for or on account of any expense which may be incurred by County in discharging such lien or claim. County shall have the right to collect any such reimbursements, as additional Lease fees owed under this Agreement.
- 10. <u>SERVICES AND OPERATING EXPENSES</u>: The Tenant, at Tenant's expense, shall provide all utilities, maintenance and repairs, janitorial service, trash removal, and pest control within the Leased Premises. The Tenant shall also provide, at its sole expense, refuse container service, lawn service and snow removal. The County, at County's expense, shall provide maintenance of the exterior of the building, including the roof and foundation. The County, at its sole expense, shall maintain the existing oil heating system, but shall not be responsible for the cost of the heating oil.
- 11. <u>FIXTURES AND EQUIPMENT</u>: All items which are attached to the building, or are a part of the building's systems at the time the building is delivered to Tenant, shall remain with the building and shall be delivered to Tenant along with the building. All items installed within the Leased Premises at Tenant's expense shall remain the property of Tenant and shall be removed by Tenant at the expiration or other termination of this Lease. Tenant shall, however, repair any damage caused by reason of said removal. Any personal property remaining within the Leased Premises after termination of the Lease shall become property of the County. The County shall dispose of any such property in the manner it deems appropriate.

12. LIABILITY, PROPERTY DAMAGE AND FIRE INSURANCE:

A. Tenant agrees to obtain and maintain, during the full term of this Lease, a policy of liability insurance with minimum combined bodily injury and

property damage in the amount of FIVE HUNDRED THOUSAND AND NO/100 (\$500,000.00) DOLLARS for each occurrence, and ONE MILLION AND NO/100 (\$1,000,000.00) DOLLARS in the aggregate, issued by an insurance company Leased in the State of Maryland and acceptable to County.

- B. Tenant agrees to obtain and maintain, during the term of this Lease, a policy of Workers' Compensation and Employers' Liability coverage. The Workers' Compensation policy must be in amounts as required by statute and the Employers' Liability Policy must be in amounts of ONE HUNDRED THOUSAND AND NO/100 (\$100,000) each accident for bodily injury by accident, FIVE HUNDRED THOUSAND (\$500,000) for policy limits for bodily injury by disease and ONE HUNDRED THOUSAND AND NO/100 (\$100,000) each employee for bodily injury by disease.
- C. Tenant is responsible for fire, theft and vandalism insurance for the contents on the Leased Premises.
- D. County shall maintain County's normal fire and liability insurance on the Leased Premises. County reserves the right to self-insure.
- E. Tenant shall, within the earlier of thirty (30) days from execution of this Lease or Tenant's entry on to the Leased Premises, deliver to County the required policies or certificates of insurance, evidencing the coverage hereinabove stated and naming County as an additional insured and/or loss payee. The policies shall provide 45 days notice of cancellation to County. Tenant has the obligation, without notice, to maintain and assure that County always has a valid unexpired Certificate of Insurance.
- F. The certificate holder will be Montgomery County Government,
 Department of Public Works and Transportation, Office of Real Estate/
 101 Monroe St./ 10th floor / Rockville Md. 20850.

harmless against any claims which may be made against the County for loss or damage to persons or Property caused by the Tenant's use of the Property or installation, repair, or maintenance of the equipment by the Tenant, except for any loss or damage caused solely by the acts or omissions of the County. This indemnification is subject to the liability and damage caps stated in the Local Government Tort Claims Act, Md. Cts. & Jud. Proc. Code Ann. §§5-301, et seq., as amended from time to time. This indemnification is not intended to be a waiver of governmental immunity by the County, and is not intended to create any rights or causes of action in third Parties. The County shall not be liable for damages or injury occasioned by the acts of omissions of Tenant or its agents, or failure to comply with its obligations under this Lease.

14. RESPONSIBILITIES OF TENANT: Tenant covenants and agrees as follows:

- A. Tenant shall not keep gasoline or other flammable material or any explosive within the Leased Premises which will increase the rate of fire insurance on the Leased Premises beyond the ordinary risk established for the type of operations described in Paragraph 5 hereof. Any such increase in the insurance rate due to the above, or due to Tenant's special operations within the Leased Premises, shall be borne by Tenant. Tenant shall not willfully do any act or thing in or about the Leased Premises which may make void or voidable any insurance on the Leased Premises, and Tenant agrees to conform to all rules and regulations established from time to time by the County, the Maryland Insurance Rating Bureau, or any other authority having jurisdiction over such matters.
- B. Tenant shall not use or allow the Leased Premises or any part thereof to be used for any illegal, unlawful or improper purpose or for any act or thing that may be a nuisance, annoyance, inconvenience, or cause damage to the Leased Premises, adjacent properties or the adjacent neighborhood.
- C. Tenant shall not place upon the Leased Premises any placard, sign, lettering or awning except such, and in such place and manner as shall have been first approved in writing by County.

- D. Tenant acknowledges that all responsibilities of Tenant relating to the use or misuse of the Leased Premises and anything therein shall be construed to include use or misuse thereof by Tenant's agents, employees, patrons, guests and residents.
- E. Tenant shall not have pets in or about the Leased Premises. This must not be interpreted to exclude service animals.
- F. Tenant shall comply with all reasonable rules and regulations with regard to the use of the Leased Premises that may be from time to time promulgated by County, and any violation of said rules and regulations shall be deemed to constitute a violation of this Lease. It is understood that such rules and regulations shall not unreasonably interfere with or prevent the intended uses of the Leased Premises as set forth in this Lease.
- G. Tenant acknowledges that all glass is in good condition at time of occupancy and Tenant will be responsible for the breakage of all glass in the said Premises, and agrees to replace the same without delay regardless of how the same was broken. Tenant further acknowledges that all appliances and equipment are in working order.
- H. Tenant shall maintain in good condition, and promptly and diligently repair any damage to (or replace if reasonably necessary in the circumstances), any trade fixtures and other fixtures, machinery, and equipment including without limitation attached floor coverings, hanging cabinets, railings, screens, screen and storm doors, glass, storm shutters, awnings, water heaters, bathtubs, sinks, water closets, water basins, drinking fountains, faucets, etc., installed in or attached to the Leased Premises. Tenant further agrees to paint the interior of the Leased Premises at least once during the term of this Lease and any renewal thereof or at such other less frequent intervals as may be specified by County.
- I. Tenant shall ensure that all entrance doors and windows in the Leased Premises shall be closed and locked when said Premises are not in use. Further, Tenant before closing and leaving the Leased Premises at any

time, shall close all windows and doors and secure the Leased Premises. No additional locks or bolts of any kind shall be placed upon any of the entrance or interior doors or windows by Tenant nor shall any changes be made in existing locks or the mechanisms thereof without prior written approval of County and in the event of an approved change, shall provide County with keys to the facility. Tenant shall, upon the termination of its tenancy, return to the County all keys of the building, offices, and bathrooms, either furnished to, or otherwise procured by, the Tenant, and in the event of the loss of any keys so furnished the Tenant shall pay to the County the cost thereof or rekeying the Leased Premises.

- J. Tenant will establish an appropriate fire evacuation plan and hold fire drills as required. All occupants of the Leased Premises will be trained regarding the safe and proper operation of all appliances in the Leased Premises.
- K. Tenant shall monitor fuel oil consumption, septic system, and other utilityrelated items. In the event such monitoring indicates that corrective action is necessary, this shall be reported to Division of Operations in a timely manner.
- L. Tenant will conserve energy, institute an energy conservation program, and keep heating and cooling temperature levels set within reasonable ranges determined by County from time to time.

15. DESTRUCTION OF PREMISES:

A. In the event of damage to or destruction of the Leased Premises or any part thereof by fire, storm, flood or other casualty which does not require Tenant to suspend entirely its business, County shall, as soon as practicable after said damage or destruction, repair and restore the Leased Premises to the condition they were in immediately prior to said damage or destruction. Should such damage or destruction of said premises or any substantial part thereof render the Leased Premises wholly untenantable, County will promptly begin and diligently pursue the repairing, restoration and rebuilding of the Leased Premises as nearly as possible to the condition they were in immediately prior to such damage or destruction or

with such changes or alterations as County and Tenant may determine; or County and Tenant, at either's election, may terminate this Lease and the tenancy hereby created by giving the other, within thirty (30) days following the date of such occurrence, written notice of the election to terminate, and in the event of such termination, rent shall be adjusted as of the date of the casualty.

- B. In the event of damage to or destruction of fifty percent (50%) or more of the building of which the Leased Premises are a part, County may elect not to restore the said building and this Lease shall automatically terminate and the Parties shall be discharged from all responsibilities thereafter arising under this Lease.
- 16. <u>DEFAULT</u>: Tenant shall be considered in default of this Lease and County may terminate this Lease upon the occurrence of any of the following:
 - i. Failure to perform under any term, covenant or condition of this Lease.
 - ii. The commencement of any action or proceeding for the dissolution or liquidation of Tenant, or for the appointment of a receiver or trustee of Tenant's property.
 - iii. The making of any assignment for the benefit of Tenant's creditors.
 - iv. The abandonment of the Leased Premises by Tenant.
- 17. <u>EMINENT DOMAIN</u>: Tenant hereby assigns any condemnation award to County for which Tenant may be entitled as to its leasehold interest. In the event that the Leased Premises shall be taken by any governmental or quasi-governmental authority pursuant to its power of eminent domain or sold under threat thereof, Tenant shall not be entitled to recover from Montgomery County any capital expenditures for improvements and betterment's made by Tenant to the Leased Premises at the Tenant's expense.
- 18. <u>ACCESS</u>: Tenant shall allow County and County's employees or agents to have access to the Leased Premises at all reasonable times for the purpose of inspection, or at any time, in the event of fire or other property damage, or for the purpose of performing any work required to be performed by County, or which County considers necessary or desirable, or for any other purpose pursuant to the reasonable protection of the Leased Premises.

- 19. <u>SURRENDER OF POSSESSION</u>: Tenant covenants and agrees that, at the expiration or other termination of this Lease, to remove all goods and effects from the Leased Premises not the property of County, and to yield up to County the Leased Premises and all keys, locks and other fixtures connected therewith (except trade fixtures belonging to Tenant), in good repair, order and condition in all respects, reasonable wear and use thereof and damage by fire or other casualty and damage from any risk with respect to which Tenant is not herein expressly made liable excepted provided that insurance proceeds from fire or other casualty or damage, if not used to restore the Leased Premises, have been paid to the County. Tenant will pay for all damages to the Leased Premises, its fixtures, and appurtenances, as well as all damages sustained by Tenant or occupants of the Leased Premises due to any waste, misuse, or neglect of said Premises, its fixtures, and appurtenances, by said Tenant, its employees, or any other person or persons upon the Leased Premises by Tenant's permission.
- 20. <u>HOLDOVER</u>: In the event that the Tenant shall continue to occupy the Leased Premises or any part thereof after the conclusion of this Lease and any renewal thereof, with prior written authorization of the County the tenancy thus created shall be deemed to be upon a month-to-month basis and may be terminated by either party giving the other not less than thirty (30) days' written notice, to expire on the day of the month from which the tenancy commenced. During any month-to-month Lease, both Parties shall continue to observe all agreements and covenants contained in this Lease.
- 21. <u>NOTICE OF ACCIDENTS, DEFECTS OR DAMAGES</u>: Tenant shall give to County prompt verbal notice of accidents in or damages to the Leased Premises, and, within twenty-four (24) hours, Tenant shall follow-up with a detailed written report of such accidents or damages.
- 22. <u>COMPLIANCE WITH LAWS</u>: It is understood, agreed and covenanted by and between the Parties hereto that Tenant, at Tenant's expense, will promptly comply with, observe and perform all of the requirements of all of the statutes, ordinances, rules, orders and regulations now in effect or hereinafter promulgated whether required by the Federal Government, State of Maryland, Montgomery County Government and City of Rockville, Montgomery County Department of Environmental Protection or Montgomery County Fire Marshal's Office. The Tenant will be responsible for obtaining any use or occupancy permits that may be required by the City of Rockville or any other authority having jurisdiction, and for compliance with the provisions or restrictions that may be a condition of any such permits. The foregoing shall not

be construed to preclude the Tenant from exercising its legal right to contest the validity of legislation through judicial process, provided that the Tenant shall continue to fully comply with the provisions of this paragraph pending the outcome of the Tenant's efforts.

- 23. <u>BENEFIT AND BURDEN</u>: The provisions of this Lease shall be binding upon, and shall inure to the benefit of the Parties hereto and each of their respective successors, assignees or representatives.
- 24. <u>DISPUTES</u>: County and Tenant agree that any dispute arising under this Lease which is not resolved by agreement of the Parties shall be decided by the Chief Administrative Officer of Montgomery County, who shall notify the Parties in writing of the determination made. The Tenant and County shall be afforded an opportunity to be heard and offer evidence in support of their respective positions. Pending final decision of a dispute hereunder, Tenant and County shall proceed diligently with the performance of all provisions under this Lease Agreement. The decision of the Chief Administrative Officer shall be final and conclusive.
- 25. <u>WAIVER OF JURY TRIAL:</u> The Parties hereto agree that they mutually waive trial by jury on any matter arising out of this Lease.
- 26. <u>WAIVER</u>: No waiver of any breach of any covenant, condition or agreement herein contained shall operate as a waiver of the covenant, condition or agreement itself or of any subsequent breach thereof.
- 27. <u>NON-DISCRIMINATION</u>: Tenant agrees to comply with the non-discrimination in employment policies in County contracts as required by Section 11B-33 and Section 27-19 of the Montgomery County Code 1994, as amended, as well as all other applicable state and federal laws and regulations regarding employment discrimination. The Tenant assures the County that in accordance with applicable law, it does not, and agrees that it will not discriminate in any manner on the basis of race, color, religious creed, sex, marital status, national origin, ancestry, disability or sexual orientation.
- 28. <u>CONTRACT SOLICITATION</u>: Tenant represents that Tenant has not retained anyone to solicit or secure this Lease from Montgomery County, Maryland, upon an agreement or understanding for a commission, percentage, brokerage or contingent fee, except for bona fide employees or bona fide established commercial, selling or leasing agencies maintained by Tenant

for the purpose of securing business or an attorney rendering professional legal services consistent with applicable canons of ethics.

- 29. PUBLIC EMPLOYMENT: Tenant understands that unless authorized under Sections 11B-52 and Chapter 19A of the Montgomery County Code 1994, as amended, it is unlawful for any person transacting business with Montgomery County, Maryland, to employ a public employee for employment contemporaneous with his or her public employment.
- 30. MAILING NOTICES: All notices required or desired to be given hereunder by either Party to the other shall be given by certified or registered mail, postage prepaid, or sent by facsimile addressed to County or Tenant, respectively. Notices to the respective Parties shall be addressed as follows:

Tenant:

Hispanic Chamber of Commerce Of Montgomery County 150 Maryland Ave. Rockville, Maryland 20850 Tel, 301-933-7600

Fax. 301-933-7713

County:

MONTGOMERY COUNTY Office of Real Estate Management 101 Monroe St., 10th Floor Rockville, Maryland 20850 Tel. 240-777-7252 Fax. 240-777-7259

With a copy that does not constitute notice to: Office of the County Attorney for Montgomery County, Maryland 101 Monroe Street, 3rd Floor Rockville, Maryland 20850

31. RESIDENT AGENT: The Resident Agent for the Tenant is James McDonough and its address for receipt of notices and service of process is 6827 Fourth Street, N.W., Unit 104, Washington D.C. 20012. Tenant shall immediately notify County of any change in resident agent or address as provided herein.

- 32. PROHIBITION OF HAZARDOUS SUBSTANCES: The Tenant agrees not to store or bring hazardous substances onto the Leased Premises. The Tenant shall be responsible for and shall indemnify and defend County against any and all claims of any personal injuries or personal and real property damage as a result of any hazardous substance being brought on the Leased Premises by the Tenant, its agents, contractors, employees or guests.
- 33. <u>NON-APPROPRIATION</u>: This Lease shall terminate automatically on July 1 of any year for which the County, for whatever reason does not appropriate funds to pay County's obligations as herein stated. County shall give Tenant at least thirty (30) days written notice of the lack of appropriation. The Tenant shall not make or be entitled to any claim for reimbursement of any kind, whether for improvements or prepaid items.
- 34. TERMINATION FOR THE CONVENIENCE OF THE GOVERNMENT:

 Performance under this Agreement may be terminated in whole or in part, whenever the Chief Administrative Officer of Montgomery County shall determine that termination of this Agreement is in the best interest of Montgomery County. Termination hereunder shall be effected by delivery to the Tenant of written Notice of Termination ninety (90) days prior to the date on which the termination shall become effective.

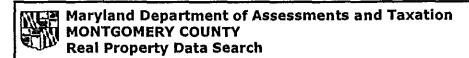
35. TENANT'S RIGHT TO TERMINATE:

Tenant shall have the right to terminate this Agreement by giving written Notice of Termination ninety (90) days prior to the date on which the termination shall become effective.

SIGNATURE PAGE TO FOLLOW

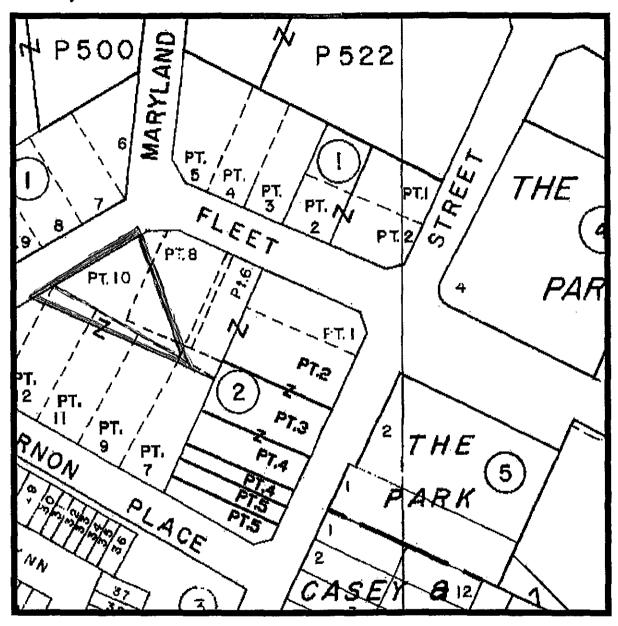
IN WITNESS WHEREOF, the Parties hereto have caused this agreement to be properly executed.

WITNESS:	COUNTY: MONTGOMERY COUNTY, MARYLAND
By: Revecea & Domaruk	By: William In Ingreey William M. Mooney, Jr. Assistant Chief Administrative Officer Date: 12/4/23
WITNESS:	TENANT: HISPANIC CHAMBER OF COMMERCE OF MONTGOMERY COUNTY
By:	By: Carmen O. Larsen Title: President Date:
APPROVED AS TO FORM & LEGALITY OFFICE OF THE COUNTY ATTORNEY By: Sileen O. Busher	By: Affic & Benne a Oynthia Brenneman, Director DPWT, Office of Real Estate
Date: 1 26 2003	Date: 11/21/03
Hispanicchamber	



<u>Go Back</u> View Map <u>New Search</u>

150 Maryland ave. Rockville Md. 20850



Property maps provided courtesy of the Maryland Department of Planning ©2001 - 2002. For more information on electronic mapping applications, visit the Maryland Department of Planning web site at www.mdp.state.md.us/webcom/index.html

Exhibit A